

G. R. STRUBLE, from the Committee on Insurance, made the following report:

MR. SPEAKER :

Your Committee on Insurance, to whom was referred house file No. 87, a bill for an act granting local insurance companies authority to hold a fund for payment of losses, beg leave to report that they have had the same under consideration, and have instructed me to report the same back to the house with the recommendation that it be amended as shown in the bill, and as amended that it do pass.

G. R. STRUBLE, *Chairman.*

Ordered passed on file.

HOUSE FILE NO. 87.]

[BY MCGREGOR.

## A BILL

FOR AN ACT GRANTING LOCAL INSURANCE COMPANIES AUTHORITY TO HOLD A  
FUND FOR THE PAYMENT OF LOSSES.

SECTION 1. *Be it enacted by the General Assembly of the State of Iowa,* That it shall  
2 be lawful for any mutual fire insurance company, now created or that may hereafter be crea-  
3 ted, under the laws of this state, as contemplated by section 1160, Code of 1873, at any reg-  
4 ular or special meeting of members, or board of directors, of any such company, may levy a  
5 tax upon all the members thereof, not exceeding three mills on the dollar on the amount of  
6 property insured by any such company, as shown by its books: such levy to be made and col-  
7 lected in accordance with regulations and by-laws in force by any such company for making  
8 and collecting assessments upon its members for payment of losses and other contingent ex-  
9 penses: *provided,* that before action is taken under this act, thirty days' notice shall be given  
10 to all members of any such company, by mailing to their address a printed or written notice  
11 stating time and place such action will be taken. At any such meeting it shall require a  
12 majority vote of those present to levy the tax. When any such levy is collected the funds  
13 shall be held by the treasurer for the purpose of paying losses sustained by such company  
14 when properly adjusted. When such funds are exhausted, similar action as provided for  
15 above may be taken.